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No.10(3)/2011-DBA-II/NER
Government of India
Ministry of Commerce & Industry
(Deptt. of Industrial Policy & Promotion)
Udyog Bhawan, New Delhi -110 011

Dated: 16 July, 2014

स्पीड पोस्ट
SPEED POST

To,

Director,
Directorate of Industries
Govt. of Himachal Pradesh
Shimla- 171 001.

Subject: Checklist for scrutiny of claims under Transport Subsidy Scheme (TSS), 1971/ Freight Subsidy Scheme (FSS), 2013- Simplification regarding.

Sir,

I am to refer to Directorate of Industries, Govt. of H.P. letter no. 1-7/2013 Ind. Dev. FSS (2) dated 28.03.2014 on the above mentioned subject and to convey that the issue regarding waiving off the condition of pre-registration of an eligible industrial unit for claiming subsidy under TSS, 1971 has since been examined in this Department in consultation with the Integrated Finance Wing and the O/o Chief Controller of Accounts, DIPP.

2. As per para 6(xv) of the notification on TSS, 1971, Directorate of Industries of States and UTs concerned are to lay down a system of pre-registration of industrial units which are eligible for transport subsidy and at the time of such registration, the Directors of Industries are required to fix and indicate the capacity of such units. However, the Govt. of H.P. has not laid down a system of pre-registration of such units, which is in contravention of the scheme notification. Further, on the recommendation of C&AG in its Performance Audit Report, this Department has withdrawn the power of the SLC to grant waiver in the condition of pre-registration for claiming subsidy under TSS, 1971 w.e.f. 15.11.2010.

3. The Department is, therefore, of the view that the delay in registration by the State Govts. is not a sufficient justification for considering the waiver only for one

State i.e. Himachal Pradesh, particularly when this condition is being enforced in other beneficiary States/ UTs. The Department is also of the view that the issue of registration under the scheme and the registration of EM-I/ IEM-I seems to be distinct requirements, though they may be similar in some respects.

4. Accordingly, the request of the State Govt. of Himachal Pradesh to consider the date of issuance of provisional registration, EM-I/ IEM-I as the date of registration under TSS, 1971, thereby enabling the units to claim subsidy under TSS, 1971 from the date of commencement of production up to the period of 5 years cannot be acceded to. In case of delay in registration of an industrial unit for claiming benefits under TSS, 1971, benefit may be allowed only from the dated of such registration up to the remaining eligibility period of 5 years from the date of commencement of commercial production, as per the extant provisions of the scheme.

Yours faithfully,



(Arun Kumar)

Under Secretary to the Government of India

Tel.No:2306 3096

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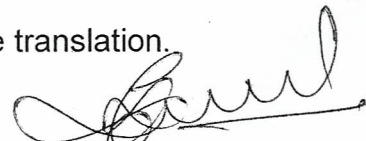
1. Principal Secretary (Industries) / Secretary (Industries), Government of Assam, Arunachal Pradesh, Manipur, Meghalaya, Mizoram, Nagaland, Sikkim, Tripura, Himachal Pradesh, Uttarakhand, Jammu & Kashmir and West Bengal and Union Territories Administration of Andaman & Nicobar Island and Lakshadweep.

2. Director of Industries, Directorate of Industries, Government of Assam, Arunachal Pradesh, Manipur, Meghalaya, Mizoram, Nagaland, Sikkim, Tripura, Himachal Pradesh, Uttarakhand, Jammu & Kashmir and West Bengal and Union Territories Administration of Andaman & Nicobar Island and Lakshadweep.

3. CMD, NEDFi/ MD, JKDFC/ MD, HPSIDC/ MD, SIDCUL

4. ✓ NIC, Udyog Bhawan along with a scanned copy for uploading on DIPP's website.

5. Hindi Section, DIPP, Udyog Bhawan for making available translation.



(Arun Kumar)

Under Secretary to the Government of India

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